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pages. This index appears on page 1

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FORM 10-Q

SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

Quarterly Report Under Section 13 or 15(d) of the
Securities Exchange Act of 1934

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For Quarter Ended: March 31, 1992 Commission File Number: 015140

PSICOR, Inc.

(Exact name of registrant as specified in its charter)

Pennsylvania

25-1228645

(State or other jurisdiction of incorporation or organization) (IRS Employer ID#)

16918 Via Del Campo Ct., San Diego, CA 92127

(Address of principal executive offices) (zip code)

619-485-5599

(Registrant's telephone number, including area code)

N/A

(Former name, former address and former fiscal year, if changed since last report)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 12 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for 90 days.

☒ Yes

☐ No

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

Common stock, no par value, 4,230,245 shares outstanding as of March 31, 1992.

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PART I. FINANCIAL INFORMATION

PSICOR, INC.

CONDENSED CONSOLIDATED STATEMENTS OF INCOME

	For the Three Months Ended March 31,		For the Six Months Ended March 31,	
	1992	1991	1992	1991
	(Unaudited)		(Unaudited)	
Revenue	\$18,406,000	\$16,238,000	\$35,905,000	\$33,160,000
Cost of Sales and Services	14,476,000	12,980,000	28,257,000	26,456,000
Gross Profit	3,930,000	3,258,000	7,648,000	6,704,000
General and Administrative	2,306,000	2,018,000	4,415,000	4,235,000
Operating Profit	1,624,000	1,240,000	3,233,000	2,469,000
Interest Expense	1,000	63,000	3,000	135,000
Other Expense (Income), net	(140,000)	11,000	(136,000)	62,000
Income Before Taxes	1,763,000	1,166,000	3,366,000	2,272,000
Provision for Income Taxes	739,000	458,000	1,411,000	893,000
Net Income	\$ 1,024,000	\$ 708,000	\$ 1,955,000	\$ 1,379,000
Earnings Per Share	\$ 0.23	\$ 0.17	\$ 0.44	\$ 0.33
Number of Shares Used in Computation	4,445,000	4,205,000	4,440,000	4,176,000

PSICOR, INC.
CONDENSED CONSOLIDATED BALANCE SHEETS

ASSETS

	March 31, 1992	September 30, 1991
	----- (Unaudited)	-----
Current Assets:		
Cash	\$ 3,569,000	\$ 1,413,000
Accounts receivable	9,868,000	8,926,000
Other Receivables	300,000	-
Inventories	6,658,000	6,036,000
Prepaid expenses and other	1,179,000	860,000
	-----	-----
Total Current Assets	21,572,000	17,235,000
Land, Building and Equipment - Net	11,625,000	10,739,000
Other Assets	1,574,000	1,632,000
	-----	-----
Total Assets	\$34,771,000	\$29,606,000
	-----	-----

LIABILITIES AND SHAREHOLDERS' EQUITY

Current Liabilities:		
Accounts payable	\$ 5,276,000	\$ 2,936,000
Salaries and related taxes payable	1,738,000	1,812,000
Employee benefit plans payable	466,000	800,000
Other accrued liabilities	954,000	674,000
Current portion of long-term debt	75,000	93,000
	-----	-----
Total Current Liabilities	8,509,000	6,315,000
	-----	-----
Deferred Income Taxes	8,000	8,000
	-----	-----
Commitments and Contingencies		
Shareholders' Equity:		
Common stock--no par value; authorized 10,000,000 shares; issued and outstanding - 4,230,000 and 4,147,000 shares at March 31, 1992, and September 30, 1991, respectively	10,340,000	9,324,000
Retained earnings	15,914,000	13,959,000
	-----	-----
Total Shareholders' Equity	26,254,000	23,283,000
	-----	-----
Total Liabilities and Shareholders' Equity	\$34,771,000	\$29,606,000
	-----	-----

PSICOR, INC.
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

	For the Three Months		For the Six Months	
	Ended March 31		Ended March 31	
	1992	1991	1992	1991
	(Unaudited)		(Unaudited)	
Cash Flows from Operating Activities:				
Net income	\$1,024,000	\$ 708,000	\$1,955,000	\$1,379,000
Adjustments to reconcile net income to net cash provided (used) by operating activities:				
Depreciation and amortization	977,000	888,000	1,916,000	1,785,000
Tax benefits related to options	-	39,000	-	310,000
Non-cash employee benefit contribution	-	-	600,000	750,000
Loss (gain) on sale of property and equipment	(24,000)	2,000	(33,000)	7,000
Increase (decrease) from changes in:				
Accounts receivable	(565,000)	(163,000)	(1,240,000)	11,000
Inventories	(109,000)	(772,000)	(622,000)	(1,430,000)
Prepaid expenses and other	(507,000)	127,000	(319,000)	247,000
Accounts payable	453,000	303,000	2,340,000	560,000
Salaries and other compensation payable	28,000	(98,000)	(74,000)	696,000
Employee benefit plans payable	33,000	189,000	(334,000)	(358,000)
Other accrued liabilities	235,000	(495,000)	280,000	(192,000)
Total adjustments	521,000	20,000	2,514,000	2,386,000
Net cash provided by operating activities	1,545,000	728,000	4,469,000	3,765,000
Cash Flows from Investing Activities:				
Purchase of property and equipment	(1,265,000)	(979,000)	(2,779,000)	(1,996,000)
Proceeds from sales of property and equipment	40,000	6,000	52,000	21,000
(Increase) decrease in other assets, net	-	(830,000)	16,000	(838,000)
Net cash used by investing activities	(1,225,000)	(1,803,000)	(2,711,000)	(2,813,000)
Cash Flows from Financing Activities:				
Proceeds from issuance of common stock	43,000	244,000	416,000	246,000
Borrowings of long-term debt	-	2,120,000	-	2,985,000
Payments of long-term debt	(9,000)	(1,189,000)	(18,000)	(3,864,000)
Net cash provided (used) by financing activities	34,000	1,175,000	398,000	(633,000)
Net increase in cash	354,000	100,000	2,156,000	319,000
Cash and equivalents at beginning of period	3,215,000	305,000	1,413,000	86,000
Cash and equivalents at end of period	\$3,569,000	\$ 405,000	\$3,569,000	\$ 405,000

PSICOR, INC.
NOTES TO UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 1992

(1) The condensed consolidated financial statements include the accounts of PSICOR, Inc. and its subsidiaries (the "Company") and have been prepared, without audit, pursuant to the rules and regulations of the Securities and Exchange Commission. Certain information and footnote disclosures normally included in financial statements prepared in accordance with generally accepted accounting principles have been condensed or omitted pursuant to such rules and regulations. Although the Company believes that the disclosures are adequate to make the information presented not misleading, it is suggested that these financial statements be read in connection with the financial statements and the notes thereto included in the Company's annual report on Form 10-K for the fiscal year ended September 30, 1991.

In the opinion of the Company, the accompanying unaudited condensed consolidated financial statements contain all adjustments necessary to present fairly the financial position at March 31, 1992 and September 30, 1991, and the results of operations and cash flows for the three months and six months ended March 31, 1992 and 1991.

(2) In March 1992, the Company renewed its \$15,000,000 credit facility with a bank. The renewed credit facility contains essentially the same terms and conditions as the previous credit facility, except that the revolving period was extended through March 31, 1994 and, as in the previous credit facility, is followed by a three year term loan option.

(3) During the three months ended March 31, 1992 and 1991 the Company paid interest of \$1,000 and \$59,000, respectively and paid income taxes of \$637,000 and \$988,000, respectively. During the six months ended March 31, 1992 and 1991 the Company paid interest of \$3,000 and \$137,000, respectively and paid income taxes of \$1,344,000 and \$988,000, respectively. Non-cash transactions during the six months ended March 31, 1992 and 1991 consisted of a contribution of common stock valued at \$600,000 and \$750,000, respectively, to the Company's Employee Stock Ownership Plan.

(4) Earnings per share is computed based on the weighted average number of common shares outstanding adjusted for the number of shares issuable upon assumed exercise of stock options, after the assumed repurchase of shares with the related proceeds.

MANAGEMENT'S DISCUSSION AND ANALYSIS
OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

RESULTS OF OPERATIONS

Revenue for the three month period ended March 31, 1992 increased 13.4% as compared with revenue during the same period last year. The revenue growth is attributable to an increase in the number of client hospitals served and an increase in clinical procedures performed for existing clients.

Results of operations were impacted by higher revenues from greater caseloads, new accounts and expanded services at client hospitals. In addition, margins improved due to productivity gains and cost control.

Cost of sales and services increased 11.5%, principally in response to an increase in revenue. Major components of cost of sales and services include salaries and cost of disposables.

General and administrative expenses increased by 14.3% in the quarter due to a normal increase in costs to further support the business expansion.

Interest expense decreased \$62,000 over the same period last year, primarily as a result of decreased borrowings due to positive cash flow from operations.

LIQUIDITY AND CAPITAL RESOURCES

Internally generated funds and bank borrowings have been the primary source used to fund the Company's needs for working capital and capital expenditures.

In March 1992, the Company renewed its \$15,000,000 credit facility with a bank. The renewed credit facility contains essentially the same terms and conditions as the previous credit facility, except that the revolving period was extended through March 31, 1994 and, as in the previous credit facility, is followed by a three year term loan option.

The Company believes that funds generated through operations and borrowings available under its credit facilities will be adequate to meet the Company's foreseeable capital requirements.

PART II. OTHER INFORMATION

Item 6. Exhibits and Reports on Form 8-K

(a) Exhibits

- 10(w) Amendment to Business Loan Agreement dated as of March 30, 1992 between the Registrant and Bank of America National Trust and Savings Association

(b) Reports on Form 8-K

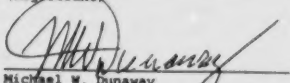
The Company was not required to file any current reports on Form 8-K during the quarter ended March 31, 1992, and none were filed during that period.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

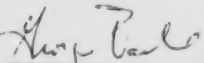
PSICOR, Inc.

(Registrant)



Michael W. Dunaway
President, Chief Executive Officer

4/30/12
(Date)



George Pache
Sr. Vice President, Chief Financial Officer

4/30/12
(Date)

EXHIBIT INDEX

<u>Exhibit No.</u>	<u>Description</u>	<u>Sequential Page No.</u>
10(w)	Amendment to Business Loan Agreement dated as of March 30, 1992 between the Registrant and Bank of America National Trust and Savings Association	10



AMENDMENT TO BUSINESS LOAN AGREEMENT

This Amendment to Business Loan Agreement is entered into as of 11/22/92 11/22/1992, between Bank of America National Trust and Savings Association ("Bank") and PSICOR, Inc. ("Borrower").

RECITALS

A. WHEREAS, Bank and Borrower have entered into that certain Business Loan Agreement dated March 29, 1991, (the "Agreement"); and

B. WHEREAS, Borrower and Bank desire to amend certain terms and provisions of said Agreement as more specifically hereinafter set forth.

AGREED

NOW, THEREFORE, in consideration of the foregoing recitals, Bank and Borrower mutually agree to amend said Agreement as follows:

Paragraph 1.1(c) of the Agreement is hereby revised to change "March 31, 1992 and March 31, 1993" to "March 31, 1993 and March 31, 1994".

Paragraph 1.2 of the Agreement is hereby revised to change "March 31, 1993" to "March 31, 1994".

Paragraph 1.4(d) of the Agreement is hereby revised to read as follows in its entirety:

"The Borrower will repay any term loan disbursed on or about March 31, 1993 in forty eight (48) successive equal monthly installments starting April 30, 1993. On March 31, 1997, the Borrower will repay the remaining principal balance plus any interest then due."

Paragraph 1.4(e) of the Agreement is hereby revised to read as follows in its entirety:

"The Borrower will repay any term loan disbursed on or about March 31, 1994 in thirty six (36) successive equal monthly installments starting April 30, 1994. On March 31, 1997, the Borrower will repay the remaining principal balance plus any interest then due."

Paragraphs 1.9(a) and 1.9(e) of the Agreement are hereby revised to change "March 31, 1992" to "March 31, 1993".

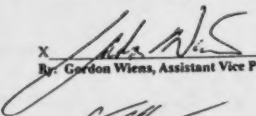
Paragraph 5.4 of the Agreement is hereby revised to change "\$19,000,000" to "\$23,500,000".

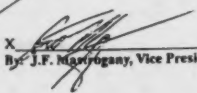
Except as provided in this Amendment, all of the terms and provisions of the Agreement shall remain in full force and effect.

This Amendment shall be effective between the parties as of the date hereof. The Agreement, as amended hereby, shall hereinafter constitute the Agreement between the parties.

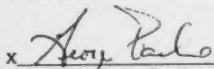
IN WITNESS WHEREOF, this Amendment has been executed by the parties hereto as of the date first written above.

Bank of America
National Trust and Savings Association

X 
By: Gordon Wiens, Assistant Vice President

X 
By: J.F. Mastrogany, Vice President

PSICOR, Inc.

X 
By: George Payche, Vice President
Treasurer and CFO